

**IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF NEW MEXICO**

**VERTEX CONTRACTORS, L.L.C.,**

**Plaintiff/Counter-Defendant,**

**v.**

**No. 18-cv-0895 JCH/SMV**

**WESTERN SURETY COMPANY and  
FORTIS NETWORKS INC.,**

**Defendants/Counterclaimants.**

**ORDER VACATING AND RESETTING SETTLEMENT CONFERENCE**

THIS MATTER is before the Court sua sponte. The settlement conference currently set for July 26, 2019, will be VACATED and RESET to **August 7, 2019, at 9:00 a.m.** in the **Picacho Courtroom** in the **United States Courthouse** at **100 North Church Street** in **Las Cruces, New Mexico.**

The parties or a designated representative, other than counsel of record, with final settlement authority, must attend in person. Counsel who will try the case must also attend in person. Those attending the settlement conference must treat as confidential the information discussed, positions taken, and offers made by other participants in preparation for and during the conference.<sup>1</sup> *See generally Hand v. Walnut Valley Sailing Club*, No. 11-3228, 2012 WL 1111137 (10th Cir. Apr. 2, 2012) (unpublished) (affirming dismissal of case as sanction for violating

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<sup>1</sup> This does not prohibit disclosures stipulated to by the parties, necessary in proceedings to determine the existence of a binding settlement agreement, or as otherwise required by law.

confidentiality of settlement conference). Counsel shall advise their clients regarding appropriate attire for appearance in federal court.

No later than **July 17, 2019**, Plaintiff<sup>2</sup> shall serve on Defendant a letter setting forth at least the following information: (a) a brief summary of the evidence and legal principles that Plaintiff assert will allow it to establish liability; (b) a brief explanation of why damages or other relief would be warranted; (c) an itemization of the principles supporting those damages; and (d) a settlement demand.

No later than **July 24, 2019**, Defendant shall serve on Plaintiff a letter that sets forth at least the following information: (a) any points in Plaintiff's letter with which the defense agrees; (b) any points in Plaintiff's letter with which the defense disagrees, with references to supporting evidence and legal principles; and (c) a counteroffer.<sup>3</sup> If a release is contemplated, defense counsel shall include a proposed form of release with the letter.

Each of these letters typically should be five pages or fewer, and counsel must ensure that each party reads the opposing party's letter before the Settlement Conference. If the case does not settle, Plaintiff shall provide copies of these letters to the Court no later than **July 31, 2019**. Otherwise, the letters will be kept confidential.

It has been the Court's experience that disagreement over special damages—e.g., past medical expenses, lost wages, property damages—often presents an obstacle to settlement. Therefore, if Plaintiff is claiming special damages, Plaintiff's letter must itemize such special

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<sup>2</sup> Herein, the terms "Plaintiff" and "Defendant" encompass both singular and plural meanings.

<sup>3</sup> If the parties have engaged in settlement negotiations, Plaintiff's demand should be lower than Plaintiff's most recent demand, and Defendant's counteroffer should be higher than Defendant's most recent counteroffer.

damages and state the exact dollar amount Plaintiff is claiming for each category. If Defendant disagrees with the amount of special damages listed in Plaintiff's letter, Defendant's letter must state the exact dollar amount Defendant believes to be correct for each category. In other words, if Plaintiff claims \$1,000 in lost wages, and Defendant believes the correct amount of lost wages is \$500, Defendant's letter must clearly state that Plaintiff's lost wages amount to \$500. It is insufficient simply to say, "Defendant disagrees that Plaintiff has \$1,000 in lost wages." If there is a dispute over any item of special damages, counsel will be required to do two things. First, lead trial counsel for Plaintiff and lead trial counsel for Defendant must meet (in person or telephonically) prior to the settlement conference to try to resolve the dispute. Counsel are specifically instructed to talk to each other; an exchange of emails or correspondence is insufficient. Second, if the dispute cannot be resolved, lead trial counsel for Plaintiff and lead trial counsel for Defendant will each bring with them to the settlement conference all documentation supporting their position on special damages and will be prepared to personally argue their position. This duty cannot be delegated to an associate, a party representative, or an insurance representative. The Court will expect each lead trial counsel to be prepared to present his or her case on special damages.

No later than **July 31, 2019**, each party must provide the Court, in confidence, a concise position statement (typically no more than ten pages) containing an analysis of the strengths and weaknesses of its case and the names of the individuals who will be attending the conference and

in what capacity. Position statements must be submitted to the Court by e-mail at VidmarChambers@nmd.uscourts.gov.<sup>4</sup>

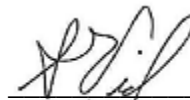
The Settlement Conference will not be vacated or rescheduled except upon motion and for good cause shown. Any motion to vacate or reschedule the Settlement Conference shall provide the Court with sufficient notice to ensure that other matters may be scheduled in the time allotted for the Settlement Conference.

The Court may contact counsel ex parte prior to the Settlement Conference to discuss the Settlement Conference.

**IT IS THEREFORE ORDERED** that settlement conference currently set for July 26, 2019, and related deadlines be **VACATED** and **RESET** as follows:

<b>Plaintiff's letter and settlement demand due to Defendant:</b>	<b>July 17, 2019</b>
<b>Defendant's letter and counteroffer due to Plaintiff:</b>	<b>July 24, 2019</b>
<b>Plaintiff provides copies of settlement letters to the Court by:</b>	<b>July 31, 2019</b>
<b>Parties' confidential position statements due to the Court:</b>	<b>July 31, 2019</b>
<b>Settlement Conference:</b>	<b>August 7, 2019, at 9:00 a.m.</b>

**IT IS SO ORDERED.**



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**STEPHAN M. VIDMAR**  
**United States Magistrate Judge**

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<sup>4</sup> Each e-mail message and its attachments cannot exceed 45 MB. Data exceeding 45 MB should be submitted in individual e-mail messages, each less than 45 MB.